CONDOMINIUM PUBLIC REPORT

Prepared & Issued by: Developer GENTRY HOMES, LTD.
Address 560 North Nimitz Highway, Honolulu, Hawaii 96817-5315

Project Name (*): THE LOFTS BY GENTRY, PHASE B
Address: Ho'okaulike Place, Kaunana Place, Ho'okaulana Place, 'Ike Place and Lele'oi Street, Ewa Beach, Hawaii 96706
See page 2 for unit by unit breakdown of addresses

Registration No. 3610

Effective date: October 3, 1996
Expiration date: November 3, 1997

Preparation of this Report:

This report has been prepared by the Developer pursuant to the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, as amended. This report is not valid unless the Hawaii Real Estate Commission has issued a registration number and effective date for the report.

This report has not been prepared or issued by the Real Estate Commission or any other government agency. Neither the Commission nor any other government agency has judged or approved the merits of value, if any, of the project or of purchasing an apartment in the project.

Buyers are encouraged to read this report carefully, and to seek professional advice before signing a sales contract for the purchase of an apartment in the project.

Expiration Date of Reports. Preliminary Public Reports and Final Public Reports automatically expire thirteen (13) months from the effective date unless a Supplementary Public Report is issued or unless the Commission issues an order, a copy of which is attached to this report, extending the effective date for the report.

Exception: The Real Estate Commission may issue an order, a copy of which shall be attached to this report, that the final public report for a two apartment condominium project shall have no expiration date.

Type of Report:

X PRELIMINARY: (yellow) The developer may not as yet have created the condominium but has filed with the Real Estate Commission minimal information sufficient for a Preliminary Public Report. A Final Public Report will be issued by the developer when complete information is filed.

___ FINAL: (white) The developer has legally created a condominium and has filed complete information with the Commission.
[ ] No prior reports have been issued.
[ ] This report supersedes all prior public reports.
[ ] This report must be read together with _____

___ SUPPLEMENTARY (pink) This report updates information contained in the:
[ ] Preliminary Public Report dated: _____
[ ] Final Public Report dated: _____
[ ] Supplementary Public Report dated: _____

And
[ ] Supersedes all prior public reports
[ ] Must be read together with _____
[ ] This report reactivates the _____ public report(s) which expired on _____

(*) Exactly as named in the Declaration

FORM: RECO-30 286/986/189/1190/892

Disclosure Abstract: Separate Disclosure Abstract on this condominium project:

[ ] Required and attached to this report [X] Not Required - disclosures covered in this report.

Summary of Changes from Earlier Public Reports:

This summary contains a general description of the changes, if any, made by the developer since the last public report was issued. It is not necessarily all inclusive. Prospective buyers should compare this public report with the earlier report if they wish to know the specific changes that have been made.

[X] No prior reports have been issued by the developer.

[ ] Changes made are as follows:

STREET ADDRESSES BY UNIT NO.

Unit No.	Street Address	Unit No.	Street Address
41	91-201 Ho'okaulike Place	63	91-206 Ho'okaulana Place
42	91-205 Ho'okaulike Place	64	91-202 Ho'okaulana Place
43	91-209 Ho'okaulike Place	65	91-201 'Ike Place
44	91-213 Ho'okaulike Place	66	91-205 'Ike Place
45	91-212 Ho'okaulike Place	67	91-209 'Ike Place
46	91-208 Ho'okaulike Place	68	91-213 'Ike Place
47	91-204 Ho'okaulike Place	69	91-212 'Ike Place
48	91-200 Ho'okaulike Place	70	91-208 'Ike Place
49	91-201 Kaunana Place	71	91-204 'Ike Place
50	91-205 Kaunana Place	72	91-200 'Ike Place
51	91-209 Kaunana Place	73	91-1098 Lele'oi Street
52	91-213 Kaunana Place	74	91-1094 Lele'oi Street
53	91-212 Kaunana Place	75	91-1092 Lele'oi Street
54	91-208 Kaunana Place	76	91-1088 Lele'oi Street
55	91-204 Kaunana Place	77	91-1084 Lele'oi Street
56	91-200 Kaunana Place	78	91-1080 Lele'oi Street
57	91-203 Ho'okaulana Place	79	91-1078 Lele'oi Street
58	91-207 Ho'okaulana Place	80	91-1074 Lele'oi Street
59	91-211 Ho'okaulana Place	81	91-1072 Lele'oi Street
60	91-215 Ho'okaulana Place	82	91-1068 Lele'oi Street
61	91-214 Ho'okaulana Place	83	91-1066 Lele'oi Street
62	91-210 Ho'okaulana Place		

SPECIAL ATTENTION

The project is one of a number of phases of THE LOFTS BY GENTRY which may be merged with other phases of THE LOFTS BY GENTRY.

The prospective Buyer is cautioned to carefully

review the document for more detailed information regarding the Project.

Also note Additional Information on Pages 20 and 20A.

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EXHIBIT A:	APARTMENT DESCRIPTION, PARKING STALL ASSIGNMENTS AND COMMON INTEREST
EXHIBIT B:	COMMON ELEMENTS
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EXHIBIT E:	SUMMARY OF SALES CONTRACT
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General Information on Condominiums

A condominium is a special form of real property. To create a condominium in Hawaii, the requirements of the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, must be complied with. In addition, certain requirements and approvals of the County in which the project is located must be satisfied and obtained.

Some condominium projects are leasehold. This means that the land or the building(s) and other improvements are leased to the buyer. The lease for the land usually requires that at the end of the lease term, the lessees (apartment owner/tenants) deliver their interest in the land to the lessor (fee property owner). The lease also usually requires that the lessees either (1) convey to the lessor the building(s) and other improvements, including any improvements paid for by the lessees; or (2) remove or dispose of the improvements at the lessee's expense. Leases for individual apartments often require that at the end of the lease term, the lessee deliver to the lessor the apartment, including any improvements placed in the apartment by the lessee.

If you are a typical condominium apartment owner, you will have two kinds of ownership: (1) ownership in your individual apartment; and (2) an undivided interest in the common elements.

"Common elements" are the areas of the condominium project other than the individual apartments. They are owned jointly by all apartment owners and include the land, either in fee simple or leasehold, and those parts of the building or buildings intended for common use such as foundations, columns, roofs, halls, elevators, and the like. Your undivided interest in the common elements cannot be separated from ownership of your apartment.

In some condominium projects, some common elements are reserved for the exclusive use of the owners of certain apartments. These common elements are called "limited common elements" and may include parking stalls, patios, lanais, trash chutes, and the like.

You will be entitled to exclusive ownership and possession of your apartment. Condominium apartments may be individually bought, sold, rented, mortgaged, or encumbered, and may be disposed of by will, gift, or operation of law.

Your apartment will, however, be part of the group of apartments that comprise the condominium project. Study the project's Declaration, Bylaws, and House Rules. These documents contain important information on the use and occupancy of apartments and the common elements as well as the rules of conduct for owners, tenants, and guests.

Operation of the Condominium Project

The Association of Apartment Owners is the entity through which apartment owners may take action with regard to the administration, management, and operation of the condominium project. Each apartment owner is automatically a member of the Association.

The Board of Directors is the governing body of the Association. Unless you serve as a board member or an officer, or are on a committee appointed by the board, your participation in the administration and operation of the condominium project will in most cases be limited to your right to vote as an apartment owner. The Board of Directors and officers can take certain actions without the vote of the owners. For example, the board may hire and fire employees, increase or decrease maintenance fees, borrow money for repair and improvements and set a budget. Some of these actions may significantly impact the apartment owners.

Until there is a sufficient number of purchasers of apartments to elect a majority of the Board of Directors, it is likely that the developer will effectively control the affairs of the Association. It is frequently necessary for the developer to do so during the early stages of development and the developer may reserve certain special rights to do so in the Declaration and Bylaws. Prospective buyers should understand that it is important to all apartment owners that the transition of control from the developer to the apartment owners be accomplished in an orderly manner and in a spirit of cooperation.

I. PERSONS CONNECTED WITH THE PROJECT

Developer:	GENTRY HOMES, LTD. Name 560 North Nimitz Highway Business Address Honolulu, Hawaii 96817	Phone: (808) 599-5558 (Business)

Names of officers or general partners of developers who are corporations or partnerships:

Norman H. Dyer -- President/CEO
Randolph K. Ouye -- Senior Vice President/COO
Toshimasa Hosoda -- Senior Vice President - Planning
Jeffrey C. Dinsmore - Vice President
Dawn Suyenaga -- Vice President/Secretary
John Shaw -- Vice President - Architecture
Linda F.K. Nakata -- Treasurer/Controller

Real Estate Broker:	GENTRY REALTY, LTD. Name 560 North Nimitz Highway, Suite 215A Business Address Honolulu, Hawaii 96817	Phone: (808) 599-5558 (Business)
Escrow:	ISLAND TITLE CORPORATION Name 1132 Bishop Street Business Address Honolulu, Hawaii 96813	Phone: (808) 531-0261 (Business)
General Contractor:	N/A	Phone: (Business)
Condominium Managing Agent	CERTIFIED MANAGEMENT, INC. Name 3179 Koapaka Street Honolulu, Hawaii 96819	Phone: (808) 836-0911 (Business)
Attorney for Developer	Dawn Suyenaga/Melinda Ching Name 560 North Nimitz Highway, Suite 211 Business Address Honolulu, Hawaii 96817	Phone: (808) 599-5558 (Business)

II. CREATION OF THE CONDOMINIUM
CONDOMINIUM DOCUMENTS

A condominium is created by recording in the Bureau of Conveyances and/or filing with the Land Court a Declaration of Condominium Property Regime, a Condominium Map (File Plan), and the Bylaws of the Association of Apartment Owners. The Condominium Property Act (Chapter 514A, HRS), the Declaration, Bylaws and House Rules control the rights and obligations of the apartment owners with respect to the project and the common elements, to each other, and to their respective apartments. The provisions of these documents are intended to be, and in most cases are, enforceable in a court of law.

A. Declaration of Condominium Property Regime contains a description of the land, buildings, apartments, common elements, limited common elements, common interests, and other information relating to the condominium project.

The Declaration for this condominium is:

[X] Proposed
[ ] Recorded - Bureau of Conveyances: Document No. _____
Book_____ Page _____
[ ] Filed - Land Court Document No._____

The Declaration referred to above has been amended by the following instruments [state name of document, date and recording/filing information]:

B. Condominium Map (File Plan) shows the floor plan, elevation and layout of the condominium project. It also shows the floor plan, location, apartment number, and dimensions of each apartment.

The Condominium Map for this condominium project is:

[X] Proposed
[ ] Recorded - Bureau of Conveyances Condo Map No. _____
[ ] Filed - Land Court Condo Map No._____

The Condominium Map has been amended by the following instruments [state name of document, date and recording/filing information]:

C. Bylaws of the Association of Apartment Owners govern the operation of the condominium project. They provide for the manner in which the Board of Directors of the Association of Apartment Owners is elected, the powers and duties of the Board, the manner in which meetings will be conducted, whether pets are prohibited or allowed and other matters which affect how the condominium project will be governed.

The Bylaws for this condominium are:

[X] Proposed
[ ] Recorded - Bureau of Conveyances: Document No. _____
Book_____ Page _____
[ ] Filed - Land Court Document No._____

The Bylaws referred to above have been amended by the following instruments [state name of document, date and recording/filing information]:

D. House Rules. The Board of Directors may adopt House Rules to govern the use and operation of the common elements and limited common elements. House Rules may cover matters such as parking regulations, hours of operation for common facilities such as recreation areas, use of lanais and requirements for keeping pets. These rules must be followed by owners, tenants, and guests. They do not need to be recorded or filed to be effective. The initial House Rules are usually adopted by the developer.

The House Rules for this condominium are:

[X] Proposed [ ] Adopted [ ] Developer does not plan to adopt House Rules

E. Changes to Condominium Documents

Changes to the Declaration, Condominium Map, and Bylaws are effective only if they are duly adopted and recorded and/or filed. Changes to House Rules do not need to be recorded or filed to be effective.

1. Apartment Owners: Minimum percentage of common interest which must vote for or give written consent to changes:

	Minimum Set by Law	This Condominium
Declaration (and Condo Map)	75%	75%
Bylaws	65%	65%
House Rules	---	51%

* The percentages for individual condominium projects may be more than the minimum set by law for projects with five or fewer apartments.

2. Developer:

[ ] No rights have been reserved by the developer to change the Declaration, Condominium Map, Bylaws or House Rules.

[X] Developer has reserved the following rights to change the Declaration, Condominium Map, Bylaws or House Rules: The Developer has reserved the right to make any changes to said documents, and any other documents affecting this Project, as may be required by law, any title insurance company, or as Developer decides is necessary, all without the consent or approval of the Buyer, provided that the changes do not substantially impair the prospective use and enjoyment of the apartments; materially alter the arrangement of the rooms or reduce the usable space within the apartment; render unenforceable the Buyer's mortgage loan commitment; alter Buyer's share of common expenses or reduce the obligations of the Seller for common expenses on unsold apartments. Developer also reserves the right to file the as-built verified statement required by Section 514A-12, Hawaii Revised Statutes, as amended, and also to make any changes to the documents necessary in connection with the merger of this Project as set forth in paragraph H, page 16 of this report.

III. THE CONDOMINIUM PROJECT

A. Interest to be Conveyed to Buyer:

[X] Fee Simple: Individual apartments and the common elements, which include the underlying land, will be in fee simple.

[ ] Leasehold or Subleasehold: Individual apartments and the common elements, which include the underlying land will be leasehold.

Leases for the individual apartments and the underlying land usually require that at the end of the lease term, the lessee (apartment owner/tenant) deliver to the lessor (fee property owner) possession of the leased premises and all improvements, including improvements paid for by the lessee.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____

Rent Renegotiation Date(s): _____

_____

Lease Rent Payable: [ ] Monthly [ ] Quarterly
[ ] Semi-Annually [ ] Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per [ ] Month [ ] Year

For Subleasehold:

[ ] Buyer's sublease may be canceled if the master lease between the sublessor and fee owner is:
[ ] Canceled [ ] Foreclosed

[ ] As long as the buyer is not in default, the buyer may continue to occupy the apartment and/or land on the same terms contained in the sublease even if the master lease is canceled or foreclosed.

[ ] Individual Apartments in Fee Simple; Common Interest in the Underlying Land in Leasehold or Subleasehold:

Leases for the underlying land usually require that at the end of the lease term, the lessees (apartment owners/tenants) deliver to the lessor (fee property owner) their interest in the land and that they either (1) remove or dispose of the building(s) and other improvements at the lessee's expense; or (2) convey the building(s) and improvements to the lessor, often at a specified price.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____

Rent Renegotiation Date(s): _____

_____

Lease Rent Payable: [ ] Monthly [ ] Quarterly
[ ] Semi-Annually [ ] Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per [ ] Month [ ] Year

[ ] Other

IMPORTANT INFORMATION ON LEASEHOLD CONDOMINIUM PROJECTS

The information contained in this report is a summary of the terms of the lease. For more detailed information, you should secure a copy of the lease documents and read them thoroughly.

If you have any legal questions about leasehold property, the lease documents or the terms of the lease and the consequences of becoming a lessee, you should seek the advice of an attorney.

There are currently no statutory provisions for the mandatory conversion of leasehold condominiums and there are no assurances that such measures will be enacted in the future.

In leasehold condominium projects, the buyer of an apartment will acquire the right to occupy and use the apartment for the time stated in the lease agreement. The buyer will not acquire outright or absolute fee simple ownership of the land. The land is owned by the lessor or the leased fee owner. The apartment owner or lessee must make lease rent payments and comply with the terms of the lease or be subject to the lessor's enforcement actions. The lease rent payments are usually fixed at specific amounts for fixed periods of time, and are then subject to renegotiation. Renegotiation may be based on a formula, by arbitration set in the lease agreement, by law or by agreement between the lessor and lessee. The renegotiated lease rents may increase significantly. At the end of the lease, the apartment owners may have to surrender the apartments, the improvements and the land back to the lessor without any compensation (surrender clause).

When leasehold property is sold, title is normally conveyed by means of an assignment of lease, the purpose of which is similar to that of a deed. The legal and practical effect is different because the assignment conveys only the rights and obligations created by the lease, not the property itself.

The developer of this condominium project may have entered into a master ground lease with the fee simple owner of the land in order to develop the project. The developer may have then entered into a sublease or a new lease of the land with the lessee (apartment owner). The developer may lease the improvements to the apartment owner by way of an apartment lease or sublease, or sell the improvements to the apartment owners by way of a condominium conveyance or apartment deed.

B. Underlying Land:

Address: Ho'okaulike Place, Kaunana Place, Ho'okaulana Place, Tax Map Key: (1) 9-1-10-19 (por.)
Ike Place and Lele'oi Street Ewa Beach, Hawaii 96706 (TMK)
(See page 2 for unit by unit breakdown of addresses.)

[X] Address [X] TMK is expected to change because Of Phase Subdivision

Land Area: 3.198 [ ] square feet [X] acre(s) Zoning: A-1

~~Lessor~~
(Fee Owner): GENTRY HOMES, LTD.
Name
560 North Nimitz Highway
Address
Honolulu, Hawaii 96817

Sublessor:
Name

Address

C. Buildings and Other Improvements:

1. [X] New Building(s) [ ] Conversion of Existing Building(s) [ ] Both New Building(s) and Conversion

2. Number of Buildings: 43 Floors Per Building 2

[ ] Exhibit _____ contains further explanations.

3. Principal Construction Material:

[X] Concrete [ ] Hollow Tile [X] Wood

[X] Other composition siding; composition shingles

4. Permitted Uses by Zoning:

	No. of Apts.	Use Permitted By Zoning		No. of Apts.	Use Determined By Zoning
[X] Residential	43	[X] Yes [ ] No	[ ] Ohana	_____	[ ] Yes [ ] No
[ ] Commercial	_____	[ ] Yes [ ] No	[ ] Industrial	_____	[ ] Yes [ ] No
[ ] Mix Res/Comm	_____	[ ] Yes [ ] No	[ ] Agricultural	_____	[ ] Yes [ ] No
[ ] Hotel	_____	[ ] Yes [ ] No	[ ] Recreational	_____	[ ] Yes [ ] No
[ ] Timeshare	_____	[ ] Yes [ ] No	[ ] Other: _____	_____	[ ] Yes [ ] No

Is/Are this/these use(s) specifically permitted by the project's Declaration or Bylaws?
[X] Yes [ ] No.

5. Special Use Restrictions:

The Declaration and Bylaws may contain restrictions on the use and occupancy of the apartments. Restrictions for this condominium project include but are not limited to:

[X] Pets: Dogs, cats and other household pets limited to two in number and subject to compliance with provisions of House Rules.

[ ] Number of Occupants: _____

Apartment cannot be used for transient or hotel use. The apartment cannot be sold, rented or used

[X] Other: for "timeshare", "time interval", "vacation license" or "travel club membership".

[ ] There are no special use restrictions.

6. Interior (fill in appropriate numbers):

Elevators: None Stairways: One per apartment Trash Chutes: None

Apt. Type	Quantity	Br/Bath	Net Living Area (sf)	Fenced Yards
1	7	1/2 with Loft/Den	938	*** See note below
1A	2	1/1 with Loft/Den	938	
2	17	2/2 with Loft/Den	1060	
3 (Bldgs 43,46, 50, 54, 62, 66, 75, 80 & 82)**	9	3/2 with Loft/Den	1083	
3 (Bldgs 41, 52, 56, 57, 60, 64, 69, 72)**	8	3/2 with Loft/Den	1083	

Total Apartments: 43

* Net Living Area is the floor area of the apartment measured from the interior surface of the apartment perimeter walls. SEE EXHIBIT "A".

** Model 3 apartments in Buildings 41, 52, 56, 57, 60, 64, 69 and 72 will have a slightly higher common interest than those in the rest of THE LOFTS BY GENTRY, PHASE B, only so that all common interest total 100%. Notwithstanding the difference in common interest, maintenance fees for all Model 3 apartments shall be the same.

*** NOTE: Fenced yard configurations and sizes may vary due to job site conditions.

Other documents and maps may give floor area figures which differ from those above because a different method of determining the floor area may have been used.

Boundaries of Each Apartment: Each apartment includes the walls and partitions which are not load bearing within its perimeter or party walls; glass windows or panels; doors and any fixtures and appliances originally installed. The apartment does NOT include undecorated or unfinished surfaces of perimeter or party walls or interior load-bearing walls, floors, and ceilings or any pipes, wires or other utility lines running through the apartment and utilized for more than one apartment. The apartment also does not include the adjacent fenced yard which is a limited common element.

Permitted Alterations to Apartments: Additions, alterations or improvements solely within an apartment or within a limited common element appurtenant to and for the exclusive use of the apartment may be made by the apartment owner only with the approval of the Board of Directors of the Association of Apartment Owners.

7. Parking Stalls:

Total Parking Stalls: 86 parking stalls are located in the Project*.

	Regular		Compact		Tandem		
	covered	open	covered	open	covered	open	TOTAL
Assigned (for each unit)	---	43	---	43			86
Guest	---	---	---	---	---	---	---
Unassigned	---	---	---	---	---	---	---
Extra for Purchase	---	---	---	---	---	---	---
Other:	---	---	---	---	---	---	---
Total Covered & Open	43		43		-0-		86

Each apartment will have the exclusive use of at least two (2) parking stall(s). Buyers are encouraged to find out which stall(s) will be available for their use.

* Note: All apartments have 1 regular and 1 compact stall in a side by side configuration located in the limited common area adjacent to each apartment.

[ ] Commercial parking garage permitted in condominium project.

[X] Exhibit A contains additional information on parking stalls for this condominium project.

8. Recreational and Other Common Facilities:

[X] There are no recreational or common facilities

[ ] Swimming pool [ ] Storage Area [ ] Recreational Area

[ ] Laundry Area [ ] Tennis Court [ ] Trash Chute

[ ] Other: _____

9. Compliance With Building Code and Municipal Regulations; Cost to Cure Violations

[X] There are no violations. [ ] Violations will not be cured.

[ ] Violations and cost to cure are listed below. [ ] Violations will be cured by _____

10. Conditions and Expected Useful Life of Structural Components, Mechanical, and Electrical Installations (For conversions of residential apartments in existence for at least five years):

NOT APPLICABLE.

11. Conformance to Present Zoning Code

a. [X] No variances to zoning code have been granted.

[ ] Variance(s) to zoning code was/were granted as follows:

b. Conforming/Non-Conforming Uses, Structures, Lot

In general, a non-conforming use, structure, or lot is a use, structure, or lot which was lawful at one time but which does not now conform to present zoning requirements.

	Conforming	Non-Conforming	Illegal
Uses	X		
Structures	X		
Lot	X		

If a variance has been granted or if uses, improvements or lot are either non-conforming or illegal, buyer should consult with county zoning authorities as to possible limitations which may apply.

Limitations may include restrictions on extending, enlarging, or continuing the non-conformity, and restrictions on altering and repairing structures. In some cases, a non-conforming structure that is destroyed or damaged cannot be reconstructed.

The buyer may not be able to obtain financing or insurance if the condominium project has a non-conforming or illegal use, structure, or lot.

D. Common Elements, Limited Common Elements, Common Interest:

1. Common Elements: Common Elements are those parts of the condominium project other than the individual apartments. Although the common elements are owned jointly by all apartment owners, those portions of the common elements which are designated as limited common elements (see paragraph 2 below) may be used only by those apartments to which they are assigned. The common elements for this project, as described in the Declaration are:

[X] described in Exhibit B

[ ] as follows:

2. Limited Common Elements: Limited Common Elements are those common elements which are reserved for the exclusive use of the owners of certain apartments.

[ ] There are no limited common elements in this project.

[X] The limited common elements and the apartments which use them, as described in the Declaration, are:

[ ] described in Exhibit _____.

[X] as follows:

(a) Fenced yard areas;
(b) Mailbox bearing the same designations as the apartment;
(c) Parking areas appurtenant to the apartment as shown on the Condominium Map;
(d) Roofs and exterior siding of each apartment; and
(e) All other common elements which are rationally related to less then all of the apartments in the Project.

3. Common Interest: Each apartment will have an undivided fractional interest in all of the common elements. This interest is called the "common interest". It is used to determine each apartment's share of the maintenance fees and other common profits and expenses of the condominium project. It may also be used for other purposes, including voting on matters requiring action by apartment owners. The common interest for the apartments in this project as described in the Declaration, are:

[X] described in Exhibit A

[ ] as follows:

E. Encumbrance Against Title: An encumbrance is a claim against or a liability on the property or a document affecting the title or use of the property. Encumbrances may have an adverse effect on the property or your purchase and ownership of an apartment in the project.

Exhibit C describes the encumbrances against the title contained in the title report dated August 1, 1996 and issued by Island Title Corporation .

Blanket Liens:

A blanket lien is an encumbrance (such as a mortgage) on the entire condominium project that secures some type of monetary debt (such as a loan) or other obligation. A blanket lien is usually released on an apartment-by-apartment basis upon payment of specified sums so that individual apartments can be conveyed to buyers free and clear of the lien.

[ ] There are no blanket liens affecting title to the individual apartments.

[X] There are blanket liens which may affect title to the individual apartments.

Blanket liens (except for improvement district or utility assessments) must be released before the developer conveys the apartment to a buyer. The buyer's interest will be affected if the developer defaults and the lien is foreclosed prior to conveying the apartment to buyer.

Type of Lien	Effect on Buyer's Interest and Deposit if Developer Defaults or Lien is Foreclosed Prior to Conveyance
Mortgage	Lender has priority over Buyer's rights under a sales contract, and has a right to terminate sales contracts upon foreclosure of its mortgage before an apartment sale is closed. Should the lender terminate Buyer's sales contract, Buyer shall be entitled to a refund of all deposits, less escrow cancellation fee.

F. Construction Warranties:

Warranties for individual apartments and the common elements, including the beginning and ending dates for each warranty, are as follows:

1. Building and Other Improvements: The Developer warrants against defects in the apartment due to faulty material or workmanship which are discovered and brought to the attention of Developer within one year from the date of conveyance of title to the Buyer or the date of occupancy, whichever occurs first. In addition, the Developer warrants the common elements against all defects for a period of two years from the date of completion of the common elements or two years from the date the first apartment in the Project is conveyed to a Buyer other than the Developer, whichever is later. For purposes of this warranty, the Developer agrees to repair, renovate, restore or replace any defective material or workmanship within the respective warranty periods. ROUTINE MAINTENANCE WORK IS NOT COVERED BY ANY WARRANTY.

2. Appliances: Warranties on appliances furnished with an apartment are not provided by the Developer. The execution and delivery of the apartment deed will operate as an assignment from the Developer to the Buyer of the respective manufacturers' or dealers' warranties , if any.

G. Status of Constructions and Estimated Completion Date:

Construction is expected to commence in approximately August, 1996. Construction is expected to be completed in approximately January 31, 1997.

H. Project Phases:

The developer [X] has [ ] has not reserved the right to add to merge, or phase this condominium.

Summary of Developer's plans or right to perform for future development (such as additions, mergers or phasing):

This Project is one of several phases of THE LOFTS BY GENTRY project. Each phase will be a separate condominium project. The Developer intends to merge some or all of the phases so that the merged projects may be maintained and governed as one project. Upon merger, Buyer will have a new percentage interest which will be Buyer's new ownership interest in the merged project. The Developer will record a certificate of merger which will state the effective date of the new percentage interest. The Developer is not obligated to merge all phases of THE LOFTS BY GENTRY. Developer may merge other phases into the already merged phases of THE LOFTS BY GENTRY at a later time.

The apartments in the proposed phase will be substantially similar in design and construction. None of the phases shall contain particular facilities or amenities which could substantially increase the upkeep or maintenance of the entire project.

IV. CONDOMINIUM MANAGEMENT

A. Management of the Common Elements: The Association of Apartment Owners is responsible for the management of the common elements and the overall operation of the condominium project. The Association may be permitted, and in some cases may be required to employ or retain a condominium managing agent to assist the Association in managing the condominium project.

Initial Condominium Managing Agent: When the developer or the developer's affiliate is the initial condominium managing agent, the management contract must have a term of one year or less and the parties must be able to terminate the contract on notice of 60 days or less. The initial condominium managing agent for this project, named on page five (5) of this report, is:

[X] not affiliated with the Developer
[ ] self-managed by the Association of Apartment Owners
[ ] the Developer or the Developer's affiliate.
[ ] other _____

B. Estimate of Initial Maintenance Fees:

The Association will make assessments against your apartment to provide funds for the operation and maintenance of the condominium project. If you are delinquent in paying the assessments, your apartment may be liened and sold through a foreclosure proceeding.

Initial maintenance fees are difficult to estimate and tend to increase as the condominium ages. Maintenance fees may vary depending on the services provided.

Exhibit D contains a schedule of estimated initial maintenance fees and maintenance fee disbursements (subject to change).

C. Utility Charges for Apartments:

Each apartment will be billed separately for utilities except for the following checked utilities which are included in the maintenance fees:

[ ] none
[X] Electricity (common elements only)
[ ] Gas
[X] Water (common elements only)
[X] Sewer (common elements only)
[ ] Television Cable
[ ] Other _____

V. MISCELLANEOUS

A. Sales Documents Filed With the Real Estate Commission:

Sales documents on file with the Real Estate Commission include but are not limited to:

[ ] Notice to Owner Occupants

[X] Specimen Sales Contract
Exhibit E contains a summary of the pertinent provisions of the sales contract.

[X] Escrow Agreement dated May 3, 1996
Exhibit F contains a summary of the pertinent provisions of the escrow agreement.

[ ] Other _____

B. Buyer's Right to Cancel Sales Contract:

1. Rights Under the Condominium Property Act (Chapter 514A, HRS):

Preliminary Report: Sales made by the developer are not binding on the prospective buyer. Sales made by the developer may be binding on the developer unless the developer clearly states in the sales contract that sales are not binding. A prospective buyer who cancels the sales contract is entitled to a refund of all moneys paid, less any escrow cancellation fee up to $250.00

Supplementary Report to a Preliminary Report: Same as for Preliminary Report.

Final Report or Supplementary Report to a Final Report: Sales made by the developer are binding if:

A) The Developer delivers to the buyer a copy of:
   1) Either the Final Public Report OR the Supplementary Public Report which has superseded the Final Public Report for which an effective date has been issued by the Real Estate Commission:
   AND
   2) Any other public report issued by the developer prior to the date of delivery, if the report was not previously delivered to the buyer and if the report has not been superseded;
B) The buyer is given an opportunity to read the report(s); AND
C) One of the following has occurred:
   1) The buyer has signed a receipt for the report(s) and waived the right to cancel; or
   2) Thirty (30) days have passed from the time the report(s) were delivered to the buyer; or
   3) The apartment is conveyed to the buyer within 30 days from the date the report(s) were delivered to the buyer.

Material Change: Binding contracts with the Developer may be rescinded by the buyer if:

A) There is a material change in the project which directly, substantially, and adversely affects (1) the use or value of the buyer's apartment or its limited common elements; or (2) the amenities available for buyer's use; AND
B) The buyer has not waived the right to rescind.

If the buyer rescinds a binding sales contract because there has been a material change, the buyer is entitled to a full and prompt refund of any moneys the buyer paid.

2. Rights Under the Sales Contract: Before signing the sales contract, prospective buyers should ask to see and carefully review all documents relating to the project. If these documents are not in final form, the buyer should ask to see the most recent draft. These include but are not limited to the:

   A) Condominium Public Reports issued by the developer which have been given an effective date by the Hawaii Real Estate Commission.
   B) Declaration of Condominium Property Regime.
   C) Bylaws of the Association of Apartment Owners.
   D) House Rules.
   E) Condominium Map.
   F) Escrow Agreement.
   G) Hawaii's Condominium Property Act (Chapter 514A, HRS, as amended) and Hawaii Administrative Rules, (Chapter 16-107, adopted by the Real Estate Commission, as amended).
   H) Other Ewa by Gentry Community Area Declaration of Covenants, Conditions and Restrictions
      (See Paragraph 5 on page 20A)

Copies of the condominium and sales documents and amendments made by the developer are available for review through the developer and are on file at the Department of Commerce and Consumer Affairs. Reprints of Hawaii's Condominium Property Act (Chapter 514A, HRS) and Hawaii Administrative Rules, Chapter 16-107, are available at the Cashier's Office, Department of Commerce and Consumer Affairs, 1010 Richards Street, 3rd Floor, Honolulu, Hawaii, mailing address: P. O. Box 541, Honolulu, HI 96809, at a nominal cost.

This Public Report is a part of Registration No. 3610 filed with the Real Estate Commission on August 23, 1996.

Reproduction of Report. When reproduced, this report must be on:

[X] yellow paper [ ] white paper [ ] pink paper

C. ADDITIONAL INFORMATION NOT COVERED ABOVE

1. The Seller is selling THE LOFTS BY GENTRY, Phase B apartments pursuant to affordable housing requirements imposed by the City and County of Honolulu's Department of Housing and Community Development. The City's eligibility guidelines are outlined in THE LOFTS BY GENTRY Application Packet submitted with the Preliminary Public Report for this Project.

2. Construction of THE LOFTS BY GENTRY will be ongoing for several months while units are being occupied. This ongoing construction will create dust, noise and increased traffic in the vicinity of occupied units. Certain hazardous conditions relating to the construction may also exist for a period of time. Additionally development of the areas around THE LOFTS BY GENTRY will cause dust in and around the Project for several years as development in Ewa by Gentry continues. Buyer understands that Seller will make efforts to minimize the dust but that it is an inevitable result of the ongoing construction.

3. The Seller has no control over certain activities on adjacent property owned by others ("Activities on Adjacent Land"). For example:

a. The Project is located in the vicinity of several military installations, including Barber's Point Naval Air Station and the West Loch Branch of the Lualualei Naval Magazine ("West Loch"). In the event of military action, these military installations are sensitive areas. The Navy has denoted an area east of the Project as an Explosive Safety Hazard Zone in connection with munitions which may be loaded onto ships at West Loch. The Navy has represented that the boundary of said area represents the probable limit of any impact on the adjacent community.

b. The Project is located in the vicinity of a commercial airport (Honolulu International Airport) and a military air base (Barber's Point Naval Air Station) and there is a likelihood of noise from planes passing overhead or nearby. The 1987 Noise Contour Map of the Honolulu International Airport Plan shows the Property located in an area subject to noise levels of 55 Ldn.

c. The Project is near or adjacent to land that is used for the cultivation and harvesting of sugar cane and other agricultural products. The sugar cane fields are burned when seasonally appropriate. The Buyer acknowledges that the Hawaii Right-to-Farm Act (H.R.S. Ch. 165) and Hawaii law limit the types of farm activities that may be deemed a nuisance.

d. The Project is located near the Honouliuli Wastewater Treatment Plant, which generates odors and which will be expanded in the future to accommodate increased usage.

e. The Project will be built upon land previously used for sugarcane cultivation. Consequently, there may be a greater number of pests such as cockroaches in the area for a period of time after construction is completed.

These Activities on Adjacent Land may cause some unpleasant odors, surface water runoff, noise, dust, smoke and other unpleasant effects that may bother or be a nuisance to Buyer and other occupants and invitees of the Project. In the Apartment Deed, each Buyer, for himself, his heirs, personal and legal representatives and assigns, will release, indemnify and hold harmless the Seller and any of its related entities, the Trustees of the Estate of James Campbell, Deceased, and Oahu Sugar Company, Limited and their respective officers, directors, employees, agents, successors, and successors-in-trust and assigns from and against any and all liability, claims or expenses relating to any claim made by the Buyer or any person using or occupying the apartment to be purchased, arising directly or indirectly from the Activities on Adjacent Land. However, the person or entity whose actions or omissions are the direct cause of any damage to a buyer shall be

responsible for the consequences or results of its own gross negligence, willful misconduct or violation of applicable law.

4. The overall THE LOFTS BY GENTRY project will consist of several separate condominium projects. The developer reserves the right not to build all phases and /or all units as originally planned and may change the development plans for the surrounding properties and for properties originally planned to be part of THE LOFTS BY GENTRY.

5. All apartment owners in THE LOFTS BY GENTRY are automatically members of the Ewa by Gentry Community Association, a non-profit Hawaii corporation. All owners are therefore subject to the restrictions, covenants and conditions of the Ewa by Gentry Community Area Declaration of Covenants Conditions and Restrictions which govern the entire Ewa by Gentry community. The Community Association enforces the provisions of the Declaration of Covenants, Conditions and Restrictions to ensure a well maintained, safe and aesthetically pleasing community. Each owner pays dues to the Community Association in the amount of approximately $39 per quarter.

6. The sizes and configurations of the limited common areas and common areas reflected on the Condominium Map are approximations only. Actual sizes and configurations may vary due to the placement and location of utilities and due to varying terrain surrounding each building.

7. Some model types in THE LOFTS BY GENTRY are designed to accommodate interior construction to add more floor area space in the lofts. Owners may create this additional interior floor space with the approval of the Board of Directors and by recording an amendment to the Declaration and Condominium Map.

D. The developer hereby certifies that all the information contained in this Report and the Exhibits attached to this Report and all documents to be furnished by the developer to buyers concerning the project have been reviewed by the developer and are, to the best of the developer's knowledge, information and belief, true, correct and complete.

GENTRY HOMES, LTD.
Name of Developer

By _____ August 23, 1996
Duly Authorized Signatory Date

MELINDA Y. CHING, Associate General Counsel
print name & title of person signing above

Distribution:

Department of Finance, City & County of Honolulu
Planning Department, City & County of Honolulu
Federal Housing Administration

EXHIBIT "A"

DESCRIPTION OF APARTMENT TYPES AND DESIGNATIONS

Bldg. and Apt.	Apt. Model	Net Living Area (sq. ft.)
41	3	1083
42	2R	1060
43	3	1083
44	1	938
45	2	1060
46	3R	1083
47	1AR	938
48	2	1060
49	1	938
50	3	1083
51	2R	1060
52	3	1083
53	2	1060
54	3R	1083
55	2	1060
56	3R	1083
57	3	1083
58	1A	938
59	2R	1060
60	3	1083
61	2	1060
62	3R	1083
63	2	1060
64	3R	1083
65	2R	1060
66	3	1083
67	1	938
68	2R	1060
69	3R	1083
70	2	1060
71	1R	938
72	3R	1083
73	1R	938
74	2	1060
75	3R	1083
76	2	1060
77	2	1060
78	1R	938
79	2	1060
80	3R	1083
81	1R	938
82	3R	1083
83	2	1060

There are no guest parking stalls in THE LOFTS BY GENTRY, PHASE B. However, apartment owners in THE LOFTS BY GENTRY, PHASE B will have access to designated guest parking stalls in other phases of THE LOFTS BY GENTRY.

Note: The "R" designation after the Apartment Model designation indicates a reversed floor plan of the model type.

Model 1 (1 Bedroom, 2 Bath with Loft/Den) (938 sq. ft.)

One bedroom, two bath with loft/den apartment with a living room, dining area, kitchen, master bedroom suite on the ground floor, with a loft area and a bathroom on the second floor. All apartments have a fenced back yard limited common element and an adjoining limited common element parking area.

Model 1A (1 Bedroom, 1 Bath with Loft/Den) (938 sq. ft.)

One bedroom, one bath with loft/den apartment with a living room, dining area, kitchen, master bedroom and bath on the ground floor, with a loft area on the second floor. All apartments have a fenced back yard limited common element and an adjoining limited common area parking area.

Model 2 (2 Bedroom, 2 Bath with Loft/Den) (1060 sq. ft.)

Two bedroom, two bath with loft/den apartment with a living room, dining area, kitchen, master bedroom and bath on the ground floor, with a bedroom, bath and loft area on the second floor. All apartments have a fenced back yard limited common element and an adjoining limited common area parking area.

Model 3 (3 Bedroom, 2 Bath with Loft/Den (1083 sq. ft.)

Three bedroom, two bath with loft/den apartment with a living room, dining area, kitchen, master bedroom and bath on the ground floor, with two bedrooms, bath and loft area on the second floor. All apartments have a fenced back yard limited common element and an adjoining limited common area parking area.

NOTE: The sizes and configurations of the fenced yard reflected on the Condominium Map are approximations only. Actual sizes and configurations may vary due to the placement and location of utilities and due to varying terrain surrounding each building.

BREAKDOWN OF MODELS
AND COMMON INTEREST FOR THE LOFTS BY GENTRY, PHASE B
(Ownership Interest)

Model	Common Interest		Number in Project		Total Common Interest
1	2.00%	x	7	=	14.00%
1A	2.00%	x	2	=	4.00%
2	2.35%	x	17	=	39.95%
3 (Bldgs 43,46, 50, 54, 62, 66, 75, 80 & 82) *	2.47%	x	9	=	22.23%
3 (Bldgs 41, 52, 56, 57, 60, 64, 69, 72) *	2.4775%	x	8	=	19.82%
			43		100.00%

* Model 3 apartments in Buildings 41, 52, 56, 57, 60, 64, 69 and 72 will have a slightly higher common interest than those in the rest of THE LOFTS BY GENTRY, PHASE B, only so that all common interest total 100%. Notwithstanding the difference in common interest, maintenance fees for all Model 3 apartments shall be the same.

As nearly as practicable, the common interest for each residential apartment was determined by dividing the net floor area of the particular apartment by the total net interior floor area of all apartments in the Project and multiplying that amount by 100%.

MERGER

The Developer may merge two or more of the phases of THE LOFTS BY GENTRY so that the merged phases may be owned, maintained and governed as one project. Upon merger, the apartment owners in each of the merged phases will have a new common interest which will be the apartment owners' new ownership interest in the merged project. The Developer will record a certificate of merger which will state the new common interest and its effective date. Each apartment owner's new common interest will be computed by dividing the square footage for each apartment by the total square footage of the sum of all apartments in the entire merged project. The Developer may merge other phases into the already merged phases of THE LOFTS BY GENTRY at a later date.

END OF EXHIBIT "A"

EXHIBIT "B"

COMMON ELEMENTS

1. The land described in Exhibit "A" of the Declaration;

2. All structural components, such as foundations, girders, beams, supports, unfinished perimeter walls and load-bearing walls (except for the inner decorated surfaces within each apartment);

3. All front yards, gardens, planting areas as shown on the condominium map, fences, trash collection areas and building exterior lights;

4. All roads, curbs, sidewalks, walkways and street lights;

5. Installations for services such as pipes, cables, conduits, ducts, electrical equipment, wiring and other central appurtenant transmission facilities and installations over, under or across the Project which serve more than one apartment for services such as power, light, gas, hot water, cold water, sewage, drainage, telephone, radio and television signal distribution, if any;

6. Any apparatus and installations existing for common use, such as tanks, pumps, irrigation lines, motors, fans, compressors, ducts, vents and other such installations and apparatus; and

7. All other parts of the Project necessary or convenient to its existence, maintenance and safety or normally in common use.

LIMITED COMMON ELEMENTS

1. Two (2) parking stalls appurtenant to the apartment;

2. All mailboxes bearing the same designation as their respective apartments;

3. All fenced yard areas adjoining each apartment;

4. All roofs and exterior siding of each apartment; and

5. Any other common elements that are rationally related to less than all of the apartments.

END OF EXHIBIT "B"

EXHIBIT "C"

ENCUMBRANCES AGAINST TITLE

1. Title to all minerals and metallic mines reserved to the State of Hawaii.

2. An easement for utility purposes, in favor of Hawaiian Electric Company, Inc., a Hawaii corporation, dated May 18, 1984, recorded in the Office of the Assistant Registrar of the Land Court, State of Hawaii, as Document No. 1246055, assigned as security in an instrument recorded as Document No. 1246057.

3. Terms and provisions of that certain Unilateral Agreement and Declaration of Conditional Zoning dated March 11, 1991 and recorded in the Bureau of Conveyances, State of Hawaii, as Document No. 91-031327.

4. Covenants, conditions, restrictions, reservations, agreements, obligations and other provisions set forth in the Declaration of Land Use Commission Conditions, dated August 15, 1991, recorded in the Bureau of Conveyances, State of Hawaii, as Document No. 91-184029.

5. Rights, easements, privileges and reservation thereof and certain terms, conditions and provisions as contained in Limited Warranty Deed dated September 24, 1993, recorded in said Office of the Assistant Registrar as Document No. 2069185.

6. Mortgage made by Gentry Homes, Ltd. and Gentry Development Company in favor of Bank of Hawaii dated August 24, 1995 and recorded in said Office of the Assistant Registrar as Document No. 2258188. *(Developer intends to record a document to release this encumbrance prior to conveyance of apartment to buyer.)*

7. Financing Statement made by Gentry Homes, Ltd. and Gentry Development Company in favor of Bank of Hawaii recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 95-113317. *(Developer intends to record a document to release this encumbrance prior to conveyance of apartment to buyer.)*

8. Assignment of Sales Contracts and Sales Proceeds made by Gentry Homes, Ltd. in favor of Bank of Hawaii dated August 24, 1995 and recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 95-113318. *(Developer intends to record a document to release this encumbrance prior to conveyance of apartment to buyer.)*

9. Easement 5947, for water meter purposes, as shown on Map 849 of said Land Court Application No. 1069, as set forth by Land Court Order No. 124442, recorded on May 23, 1996.

10. Easement 6074, for landscape purposes, as shown on said Map 856, as set forth by Land Court Order No. 125014, recorded on July 23, 1996.

11. Easement 6075, for access and utility purposes, as shown on said Map 856, as set forth by Land Court Order No. 125014, recorded on July 23, 1996.

12. Easement 6076, for access and water facility purpose, as shown on said Map 856, as set forth by Land Court Order No. 125014, recorded on July 23, 1996.

13. Easement 6079 for metering purposes, as shown on said Map 856, as set forth by Land Court Order No. 125014, recorded on July 23, 1996.

14. Easement 6080, for electrical purposes, as shown on said Map 856, as set forth by Land Court Order No. 125014, recorded on July 23, 1996.

15. Terms and provisions of that certain Agreement for Issuance of Conditional Use Permit Under Section 4.40-21 of the Land Use Ordinance (LUO) dated July 31, 1996 and recorded in said Office of the Assistant Registrar as Document No. 2328093.

Note: The name of Gentry Development Company, a Hawaii limited partnership has been legally changed to Gentry Investment Properties, a Hawaii limited partnership, as set forth by Land Court Order No. 123770, recorded March 25, 1996.

END OF EXHIBIT "C"

EXHIBIT "D"

THE LOFTS BY GENTRY, PHASE B
(43 units)
ESTIMATE OF INITIAL MAINTENANCE FEES
(Prior to Merger)

APARTMENT MODEL TYPE	MONTHLY FEE	x	12 MONTHS	=	YEARLY TOTAL
1	$94.30				$1,131.60
1A	$94.30				$1,131.60
2	$110.80				$1,329.60
3	$116.63				$1,399.56

The Seller has reserved the right to merge some or all of the phases of THE LOFTS BY GENTRY as set forth in Section 15 of the Declaration. The Seller does not know at this time when any of the phases of THE LOFTS BY GENTRY can be merged. Should any phases be merged, the maintenance fees will recalculated based upon the projects' expenses for the merged phases. No budget or estimate of maintenance fees for THE LOFTS BY GENTRY after the merger of all of the phases is available at this time.

The foregoing maintenance fees do not include the dues payable to the Ewa by Gentry Community Association. At the present time, those dues are $39 per quarter for a total of $156 a year.

The Real Estate Commission has not reviewed the estimates of maintenance fee assessments and disbursement for their accuracy or sufficiency.

THE LOFTS, Phase B
Estimated Annual Common Expense

	Monthly	Annual
Utilities and Services		
Television		
Air Conditioning		
Electricity (common elements only)	$113.00	$1,356.00
Gas		
Water and Sewer	$142.00	$1,704.00
Refuse Collection		
Telephone/Communication		
Maintenance, Repairs, and Supplies		
Building		
Grounds	$1,056.00	$12,672.00
Management		
Management Fee	$417.00	$5,004.00
Payroll and Payroll Taxes		
Office Expenses	$111.00	$1,332.00
Insurance	$2,575.00	$30,900.00
Reserves	$300.00	$3,600.00
Taxes and Government Assessments	$7.00	$84.00
Professional Services - Audit	$18.00	$216.00
Other - Legal Expenses		
Security		
Amenities		
TOTAL	$4,739.00	$56,868.00

I, STEVE PEARMAIN, as agent and employed by CERTIFIED MANAGEMENT, INC., the condominium managing agent or the developer, for the condominium project THE LOFTS Ph B, hereby certify that the above estimates of initial maintenance fee assessements and maintenance fee disbursements were prepared in accordance with generally accepted accounting principles.

Steve Pearmain, Senior Community Association Manager

4/9/96
Date

EXHIBIT "E"

SUMMARY OF SALES CONTRACT

The Sales Contract contains the price and other terms and conditions under which a buyer will agree to buy an apartment in the Project. Among other things, the Sales Contract states the following:

1. The Buyer is subject to certain affordable housing requirements imposed by the City and County of Honolulu's Department of Housing and Community Development. The City's eligibility guidelines are outlined in THE LOFTS BY GENTRY Application Packet submitted with this public report.

2. The Buyer of the apartment must live in the apartment for at least 365 consecutive days.

3. Buyer has certain obligations if the Buyer wants a mortgage loan to cover part of the purchase price.

4. A buyer's money will be held in escrow, under the terms of the Escrow Agreement.

5. A buyer will not receive interest on deposits made under the Sales Contract.

6. The apartment will be subject to various other legal documents which the Buyer should examine.

7. The Project will be subject to ongoing construction and sales activities which may result in certain annoyances to Buyer.

8. The Seller has no control over certain activities on adjacent property owned by others including agriculture, military, utility and aviation. These activities may cause some inconveniences to the Buyer. The Buyer will indemnify the Seller and the owners of the properties involved except in cases of negligence or willful misconduct.

9. Under certain circumstances where the apartment is ready for occupancy and the Buyer has not completed his financing arrangements for the purchase of the apartment, Buyer will be responsible for all of the Seller's expenses as a result of Buyer's delay.

10. The Seller has reserved the right to merge some or all of the phases of THE LOFTS BY GENTRY. If such merger takes place, the percentage common interests for the apartments will change.

11. In the event of default under the sales contract:

By Buyer:

a. Seller may cancel the sales contract and retain Buyer's initial deposit;

b. Seller may file a lawsuit for damages;

c. Seller may file a lawsuit for "specific performance"; and

d. Buyer shall be responsible for expenses incurred.

By Seller:

a. Buyer may file a lawsuit for "specific performance";

b. Buyer may cancel the sales contract and Seller will return all deposits, without interest;

c. Buyer has all remedies available at law and in equity.

END OF EXHIBIT "E"

EXHIBIT "F"

SUMMARY OF ESCROW AGREEMENT

The Escrow Agreement describes the arrangement under which the deposits a buyer makes under a Sales Contract will be held by a neutral party ("Escrow"). The following are relevant terms stated in the agreement:

1. Interest on Buyer's deposits will accrue in favor of the Seller and not the Buyer unless the parties specifically provide otherwise.

2. Escrow will arrange for Buyer to sign all necessary documents.

3. The Escrow Agreement describes the conditions upon which a refund will be made to a buyer.

4. The Escrow Agreement describes what will happen to a buyer's funds if a party defaults under the Sales Contract.

5. The Escrow Agreement contains various other provisions and establishes certain charges with which the Buyer should become acquainted.

END OF EXHIBIT "F"